

LYNCHBURG CITY COUNCIL
Agenda Item Summary

MEETING DATE: **March 26, 2002**

AGENDA ITEM NO.: **16**

CONSENT:

REGULAR: **X**

CLOSED SESSION:
(Confidential)

ACTION: **Public Hearing**

INFORMATION:

ITEM TITLE: **Community Development Block Grant (CDBG) And HOME Programs - Public Hearing
Regarding Program Year 2002-2003 Funding Allocations**

RECOMMENDATION: N/A

SUMMARY: On March 26 City Council will conduct a Federally-mandated public hearing regarding the Community Development Block Grant (CDBG) Program as well as the HOME Program, both of which are funded through the U.S. Department of Housing and Urban Development (DHUD). In preparation for that hearing, attached are the applications submitted and the recommendations of the Council-appointed Community Development Advisory Committee with regard to the 2002-2003 estimated allocations of \$1,153,194 CDBG funding and \$489,684 HOME funding.

Following the public hearing, City Council customarily conducts a work session to resolve the aforementioned funding allocations for the upcoming fiscal year. The work session is currently scheduled for Tuesday, April 16.

PRIOR ACTION(S): N/A

FISCAL IMPACT: N/A

CONTACT(S): Rachel Flynn – 847-1435 – VM – 253
Melva Walker – 847-1671 – VM - 252

ATTACHMENT(S): 1. Applications for CDBG and HOME requests
2. Worksheet - Community Development Advisory Committee recommendations

REVIEWED BY:

COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND HOME PROGRAMS

		2002-2003 TWENTY-EIGHTH YEAR PROPOSALS			
		ENTITLEMENT AMOUNT:			
		PRIOR YEAR FUNDS (REPROGRAM):			
		PROGRAM INCOME (ESTIMATED):			
		CONTINGENCY:			
		TOTAL TO BE APPROPRIATED:			
PAGE NO.	PROGRAM THRESHOLD	PROPOSAL	EXISTING 2001-02 CDBG BUDGET	REQUESTED FUNDING	CITY COUNCIL RECOMMENDATIONS
1	ADMIN.	Program Administration City/CP & Dev.	\$ 67,000	\$ 67,000	
7	ADMIN. (NEIGH. PLANNING)	Neighborhood Initiatives (City/CP & Dev.)	203,390	184,845	
15	ADMIN. (40% OF POSITION & BENEFITS)	Lead Paint/Fifth Street Project		74,102	
29		Housing Stabilization Prog. (City/Inspections Div.)	77,000	79,500	
37		College Hill Community Center Upgrade (Parks & Recreation)		40,000	
47		YWCA Town Center Rest. (YWCA)	7,500	6,000	
53		Historic White Rock Cemetery (Hist. White Rock Cemetery)	5,000	5,000	
63		White Rock Hill Neighborhood Education Center (White Rock Hill N. A.)	5,000	7,000	
71		Bedford Bldg. Renovation (Arc of Central Va.)	5,000	40,000	
84	Public Service	Ways to Work Program (Alliance for Families & Children)	10,000	25,000	
107	Public Service	The Gateway (New Land Samaritan Inn)	10,000	25,000	
118		Legacy Museum of African American History (The Legacy Project, Inc.)	20,000	40,500	
139	Public Service	YWCA Domestic Violence Prevention Ctr. (YWCA)	20,000	21,000	
147		Housing Improvement Prog. (Lyn-CAG)	101,889	150,000	
159	(%Direct Cost-Admin.)	Technical Services (Direct and Administrative) (LRHA)	121,228	128,342	
167		College Hill Acquisition (LRHA)	76,392	139,850	
176		Spot Blight Abatement/ Acquisition (LRHA)	147,880	269,350	
191		Maintenance of Acquired Properties (LRHA)	32,000	33,600	

COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND HOME PROGRAMS

2002-2003 TWENTY EIGHTH YEAR PROPOSALS					
ENTITLEMENT AMOUNT:					
PRIOR YEAR FUNDS (REPROGRAM):					
PROGRAM INCOME (ESTIMATED):					
CONTINGENCY:					
TOTAL TO BE APPROPRIATED:					
PAGE NO.	PROGRAM THRESHOLD	PROPOSAL	EXISTING 2001-02 CDBG BUDGET	REQUESTED FUNDING	CITY COUNCIL RECOMMENDATIONS
200	Public Service	Rush Homes of Central Virginia (Rush Lifetime Homes	\$ 5,000	\$ 9,000	
215		Recreational Facility Development & Historic Preservation (Dance Theatre)	30,000	70,000	
230	Public Service	Improvement to Recreational Program (Dance Theatre)	10,000	15,000	
245		Federal Courthouse/Postal Facility Project/Relocation Assistance (LRHA)		400,000	
250		Community Parking Lot Project (Jubilee Family Dev Center)		83,800	
266	Public Service	College Hill Neighborhood School (College Hill Neighborhood School)		10,000	
280		Martin Luther King, Jr. Center for Human Rights (Lynchburg Community Council)		3,000	
290		Anne Spencer Home and Garden Retreat Preservation Project (The Anne Spencer Memorial Foundation)		25,300	
299	Public Service	Fellowship Community Outreach Center, Inc. (Fellowship Comm. Outreach Center)		20,177	
325		The Playhouse Playground Project (Miriam's House)		47,064	
336	Public Service	CityArts Mentoring Program (Amazement Square)		30,000	
348	Public Service	Direct Services (Lynchburg Area Center for Independent Living		35,265	
362		Lynchburg Neighborhood Investment Fund (Lynchburg Neighborhood Investment Fund)		65,000	
383		Building Renovations (Bethune Nursery School		57,938	
393	Public Service	Playground Improvements (Elizabeth's Early L.C.)		27,000	
		Total CDBG Funds Requested		\$ 2,234,633	\$ -

COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND HOME PROGRAMS

<u>BROAD NATIONAL OBJECTIVES OF THE CDBG PROGRAM</u>					
1. BENEFIT TO LOW AND MODERATE INCOME INDIVIDUALS					
2. AID IN THE ELIMINATION OF SLUMS & BLIGHTED AREAS					
3. MEET AN URGENT COMMUNITY NEED (NATURAL DISASTER...HURRICANE, FLOOD, ETC.)					
<u>CITY COUNCIL LOCAL PRIORITIES</u>					
* PROVIDE OPPORTUNITIES FOR HOME OWNERSHIP FOR LOW- AND MODERATE INCOME BUYERS.					
* REDUCTION IN THE NUMBER OF SUBSTANDARD HOUSING UNITS.					
* REGIONAL COOPERATION OF AFFORDABLE HOUSING OPPORTUNITIES AND					
SPECIAL NEEDS HOUSING THROUGHOUT THE CENTRAL VA. PLAN. DIST.					
HOUSEHOLDS AND SPECIAL NEEDS POPULATION THROUGHOUT THE CVPD.					
* ECONOMIC DEVELOPMENT EFFORTS WHICH EXPAND JOB OPPORTUNITIES.					
* ELIMINATION OF DETERIORATION, BLIGHT, AND BLIGHTING INFLUENCES.					
* IMPROVEMENT OR DEVELOPMENT OF NEIGHBORHOOD AND COMMUNITY CENTERS					
* PARK AND RECREATION IMPROVEMENTS IN RELATION TO COMMUNITY NEED.					
* PRESERVATION OF PROPERTIES OF SPECIAL HISTORIC, ARCHITECTURAL, OR					
AESTHETIC REASONS.					
<u>PROGRAM THRESHOLD REQUIREMENTS</u>					
ADMINISTRATION - 20% =		\$	218,000		
PUBLIC SERVICE - 15% =		\$	163,500		

	GRANT AMOUNT:		\$ 464,000		
	PROGRAM INCOME RECEIVED:		25,684		
	TOTAL TO BE APPROPRIATED:		\$ 489,684		
PAGE NO.	PROPOSAL	EXISTING 2001-02 HOME BUDGET	REQUESTED FUNDING	COMMUNITY DEVELOPMENT ADVISORY COMMITTEE RECOMMENDATION	CITY COUNCIL RECOMMENDATIONS
405	HOME Administration (City)	\$ 10,000	\$ 12,000	\$ 12,000	
408	HOME Administration (Lybg. Neigh. Dev. Found.)	\$ 36,000	\$ 34,200	\$ 34,200	
411	Lynchburg Homeownership (Lybg. Neigh. Dev. Found.)	166,000	300,000	155,000	
423	Housing Ownership Opportunity Program-CHDO (Lyn-Cag)	69,750	69,600	69,600	
430	Owner Occupied Housing Rehabilitation (Lyn-Cag)	140,090	130,000	93,884	
439	Affordable Homes for Adults with Disabilities (Rush Lifetime Homes, Inc.)	15,000	15,000	5,000	
455	Central Cityl Homes (Lybg. Neigh. Dev. Found. & VMH, Inc.) (Formerly College Hill Homes in prior year funding)	60,000	100,000	60,000	
461	Building Program Inner City In-fill Housing (Greater Lynchburg Habitat for Humanity)*		94,440	60,000	
	TOTAL HOME FUNDS REQUESTED:		\$ 660,800		
	TOTAL HOME FUNDS AVAILABLE:		\$ 489,684		
	TOTAL APPROPRIATION:			\$ 489,684.00	
	THE CITY IS REQUIRED TO SET ASIDE				
	A MINIMUM OF 15% OF ITS ANNUAL ALLOCATION FOR COMMUNITY HOUSING DEVELOPMENT ORGANIZATIONS (CHDO) (\$69,600)				
	ADMINISTRATION SET ASIDE - 10% ALLOWABLE ALLOCATION - (\$46,400)				
	*Habitat requested \$39,000 through LNDF for a total request of \$94,440				